

T.O.E.

164-28

Form 31-1

ANNUAL REPORT

For the Year Ending December 31, 19 **57**
of

HAYSTACK MOUNTAIN DEVELOPMENT COMPANY

(Name of Company)

PRODUCING PATENTED AND UNPATENTED MINES

to the

Tax Commission of the State of New Mexico

The "Oath" on this page must be administered by an officer authorized by law to administer oaths, to the President, Secretary, Treasurer, Superintendent or Chief Officer of the Company making this report.

OATH

STATE OF **TEXAS**
COUNTY OF **POTTER** } ss.

I, the undersigned, **R. E. LOGAN**

(Name of Officer)

Tax Agent

(Official Title)

of the **HAYSTACK MOUNTAIN DEVELOPMENT COMPANY** Company,

on oath do say that the return as shown on the accompanying schedules numbered 1, 2, 3, 4, 5, 6, 7,

8, 9, 10, 11, 12, 13 and

(List Numbers of Additional Schedules Here)

has been prepared, under my direction, from the original books, papers, maps and records of said company, and that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of said company in respect to each and every matter and thing therein set forth, and that the accounts and figures contained in said return embrace all the financial operations of said Company during the period for which said return is made; that the items and the actual value, as listed in Schedules 4, 5, 6, 7, & 8, is a true, complete and correct list of all the physical property owned by this company in the State of New Mexico, as of Dec. 31, 19__.

R. E. LOGAN

Tax Agent

Official Title

Subscribed and sworn to before me at **AMARILLO, TEXAS** this **17th** day of **FEBRUARY, 58**, 19__.

My Commission Expires **June 1, 1959.**

L. Restine,
Notary Public
Potter County, Texas
Notary Public

GENERAL INSTRUCTIONS: This report must be completed and returned to the office of the State Tax Commission, Santa Fe, New Mexico, on or before February 1st, after that date a penalty of 25 per cent, as provided by law, will be added unless extension of time is granted by the State Tax Commission. To facilitate the work of this office the Tax Commission will appreciate any effort made to complete and return the report prior to that date.

Every question should be answered fully and accurately, without reference to former reports. Do not leave the space for any answer blank. The word "None" may be used where same applies. Where specific data called for cannot be returned exactly as requested, or when the answers reported do not reflect a true condition of affairs, full explanation should be given under "Explanations and Remarks" headings. Specific instructions and suggestions regarding the information required on each schedule will be found heading each schedule.

Do not permanently bind the various schedules comprising this report.

Be sure that all schedules are listed in the "Oath" and that all schedules so listed are returned therewith.

Please forward copy of your annual report to stockholders, for the previous year with this statement, also, maps, plats or sketches showing location and-or operation of property.

Newmont-Haystack 104(e) Response
000854

US-NAUM0867612

US-NAUM0867612-00001

HISTORY AND ORGANIZATION

of

RESPONDENT COMPANY

HAYSTACK MOUNTAIN DEVELOPMENT COMPANY

Name of Company or Owner: DELAWARE

Organized under the Laws of: (State or Country) 920 Jackson St., Topeka, Kans.

Principal Office: (Street and No.) (City) (State)

Directors:

NAME	ADDRESS	TERM OF OFFICE EXPIRES
F. G. GURLEY	Chicago, Ill.	March, 1958
R. G. AYDIN	" "	" "
E. S. MARSH	" "	" "
C. A. TUCKER	" "	" "
G. E. DUFFY	" "	" "
J. C. GIBSON	" "	" "
W. G. HUNT	" "	" "

Officers: F. G. Gurley Chicago, Ill. March, 1958

President: R. G. Aydin " " " "

Vice-President: C. A. Henninger Topeka, Kans. " "

Secretary: C. A. Henninger " " " "

Treasurer: W. G. Hunt Chicago, Ill. " "

Auditor: J. C. Gibson " " " "

General Counsel: Bryan G. Johnson, Albuquerque, N.M. " "

Counsel in New Mexico: " " " "

General Manager: " " " "

General Superintendent: Prewitt, New Mexico, P. O. Box 1203.

Principal Office in New Mexico:

Chief Officer or Managing Agent of Company in New Mexico: I. C. Evans Chief Mining Engineer Grants, N. Mex.

(Name) (Title) (Address) Room 317, Santa Fe Bldg., Amarillo, Texas.

Officers to whom correspondence regarding this report should be addressed:

(Name) (Title) (Address)

When will your next annual meeting be held? 19

Use back of this schedule for explanations and remarks HAYSTACK MOUNTAIN DEVELOPMENT

COMPANY

Schedule No. 1-M

CONTROL OF PROPERTY

(As of Dec. 31, 1957.)

Total Number of Stockholders: The Atchison, Topeka and Santa Fe Ry., Co., sole owner.

Names, Addresses and Holdings of Five Largest Stockholders:

NAME	ADDRESS	NO. OF SHARES
<u>See above</u>	<u>Chicago, Ill.</u>	<u>1,000</u>
		<u>\$100 each</u>

Is Stock fully paid and Non-assessable? Yes

If not, state terms: _____

Is property controlled by another through lease, contract or other agreement? No

If so, does the same cover all the property in this report? _____

If only part of the property contained in the report is covered by lease, contract or agreement, show on the back of each schedule under Explanations and Remarks that part that is covered by such lease, contract and agreement on which a separate assessment is to be made: Give name of contracting party, date effective, period covered, consideration, and a concise though full explanation of the other terms thereof: _____

Valuation of Capital Stock Outstanding

Is Stock listed on Exchange? No Where? _____

Give high and low quotations for the year - - - High: _____ Low: _____

Number of shares transferred during the year: None

Largest single transfer during the year: None

(No. of Shares)

(Consideration)

If no transfers have been made during the year, give date, number of shares and consideration of last transfer made: None since issued.

Use back of this sheet for Explanations and Remarks.

HAYSTACK MOUNTAIN DEVELOPMENT COMPANY COMPANY

Schedule No. 2-M

CAPITAL STOCK
(As of Dec. 31, 19 52.)

DESCRIPTION	NO. OF SHARES AUTHORIZED	PAR VALUE AUTHORIZED	PAR VALUE ISSUED	PAR VALUE IN TREASURY	PAR VALUE OUTSTANDING
Common	1,000	\$ 100	\$ 100,000	None	\$ 100,000

FUNDED AND MORTGAGED INDEBTEDNESS

CLASS AND INTEREST RATE	DATE ISSUED	DATE DUE	AUTHORIZED AMOUNT	AMOUNT ISSUED	CASH REALIZED ON AMT. ISSUED	AMOUNT OUTSTANDING
			N O N E			

INVESTMENTS — OUTSIDE NEW MEXICO

DESCRIPTION	PAR VALUE	INT. RATE	INCOME REC'D. DURING YEAR	BOOK VALUATION	MARKET VALUATION	EST. ACTUAL VALUATION
			N O N E			

INVESTMENTS IN NEW MEXICO

DESCRIPTION	PAR VALUE	INT. RATE	INCOME REC'D. DURING YEAR	BOOK VALUATION	MARKET VALUATION	EST. ACTUAL VALUATION
			N O N E			

HAYSTACK MOUNTAIN DEVELOPMENT COMPANY
_____ COMPANY

PRODUCTIVE PATENTED AND UNPATENTED MINES, AND ALL CLAIMS IN A GROUP CONTIGUOUS THERETO

(Under Ownership of Respondent Dec. 31, 1957.)

List separately each productive contiguous group, and indicate claims from which production for the year 19____ was taken. Head each group with the name of Mining District, School District and County wherein located.

Should additional space be required for listing these claims, use blank schedules for that purpose, showing the name of the company reporting, marking subsequent schedules A, B, C, D, etc. on the lower right hand corner of each sheet and inserting such additional schedule numbers in the "Oath."

Mill sites should not be included with Mining claims. See schedule No.

Use back of this sheet for Explanations and Remarks.

NAME OF CLAIM	SURVEY NO.	ACRES	NAME OF CLAIM	SURVEY NO.	ACRES
<p>In McKinley County - School District No. 2:</p> <p>MINERAL RIGHTS ONLY in following lands leased from the SANTA FE PACIFIC RAILROAD COMPANY:</p> <p>Sections 19, 21, 23, 25, 27, 29, 31, 33 and 35, Twp. 13 North, Range 10 West of New Mexico Meridian.</p> <p>SW$\frac{1}{4}$ of Sec. 13, T13N, R10W of New Mexico Meridian.</p> <p>Sec. 19 and W $\frac{1}{2}$ of Sec. 31, T13N, R9W of New Mexico Meridian.</p> <p>Containing in the aggregate approximate ly 6,88$\frac{1}{2}$ acres.</p>					
No. Acres Forward					
Total No. Acres					

HAYSTACK MOUNTAIN DEVELOPMENT

COMPANY

Schedule No. 4-B

PATENTED AND UNPATENTED MILL SITES
(Under Ownership of Respondent Dec. 31, 1957)

If not patented, so state. Indicate Mining District, School District and County wherein located, Use back of this sheet for Explanations and Remarks.

NAME OF MILL SITE:	SURVEY NO.	ACRES	HOW USED	ACTUAL VALUE	FOR USE OF ST. TAX COMM.
		NONE			

REAL ESTATE—INDUSTRIAL
(For Reduction Plant, Tailings Disposal and Like Purposes)

LEGAL DESCRIPTION	SEC.	TWP.	RGE.	ACRES	COUNTY	ACTUAL VALUE	FOR USE OF ST. TAX COMM.
			NONE				
Total							

How do you arrive at the Actual Value?
NOTICE: Attach Blueprint or drawing showing location and use of buildings, etc., on above mill sites and real estate.

HAYSTACK MOUNTAIN DEVELOPMENT COMPANY
COMPANY

Schedule No. 6-M

ALL OTHER REAL ESTATE WITH IMPROVEMENTS THEREON

(Under Ownership of Respondent Dec. 31, 19 57

List all Real Estate, Mill Sites and Mining Claims where surfaces are used for purposes other than mining.

Under "Cost" of improvements show first cost plus betterments and additions, unless the latter items are large, in which event list betterments and additions on a separate line. If purchased second hand, so state.

Use back of this sheet for Explanations and Remarks.

LEGAL DESCRIPTION	SEC.	TWP.	RGE.	ACRES	COUNTY	ACTUAL VALUE	FOR USE OF ST. TAX COMM.

IMPROVEMENTS

DISTRIBUTION & LOCATION	YR. AC- QUIRED	COST	DEPRECIATION CHG'D.		ACTUAL VALUE	FOR USE OF ST. TAX COMM.
			PAST YRS.	DURING 19		

How do you arrive at the Actual Value?

HAYSTACK MOUNTAIN DEVELOPMENT COMPANYCOMPANY

Schedule No. 7-M

PERSONAL PROPERTY

List on this schedule in detail all personal property not rendered on specific schedules, distributing same under county and school district headings.

Under "Cost" show purchase price and installation plus additions and betterments.

Give explanation where exceptional depreciation charges are made.

Give explanation of salvage items.

Attach separate sheet for any explanation and remarks.

I t e m	Year Acquired	C o s t	Deprec. Charged		Actual Value 1-1958
			Past Years	During 1957	
1 Pulverizer	1952	\$ 423	\$ 317		\$ 106
6 Samplers	"	150	112		38
1 Crusher	"	160	120		40
1 Model F-22 Fire pump with wheels	"	306	229		77
1 Bench Grinder	"	106	80		26
1 Denver Wagon Drill	"	1,570	1,177		393
1 Tank Trailer	"	900	675		225
1 #315 CFM Gyro-flo Air Compressor	"	8,549	6,412		2,137
1 Portable Air Compressor	"	7,207	5,405		1,802
Welding Equipment	"	179	134		45
1 Power Shovel	"	24,032	18,024		6,008
1 Electric Welder	"	1,531	1,148		383
1 #75 Sinker Weight, 7/8" Hex	1953	365	274		91
Fire Extinguishers	"	135	101		34
1/4" and 1/2 HD Electric Drills	"	185	138		47
Small Tools	"	1,632	1,224		408
Valve Seat Grinder Comp	"	122	92		30
1 Model HD 5G Diesel Tractor Shovel	"	11,570	8,678		2,892
1 Stationary Air Compressor	"	622	467		155
1 Blasting Machine	1954	140	105		35
1 Model HD 5G Allis Chalmers Shovel	"	11,128	8,346		2,782
1 Geiger Counter	"	250	187		63
1 Blasting Machine	"	136	102		34
1 Ingersoll Rand Wagon Jack	"	1,887	1,415		472
1 Scintillator, Model III	"	330	248		82
1 Malabar Steam Vapor Gleaner	"	764	573		191
1 Model HD-5-G Allis Chalmers Loader	"	11,268	8,451		2,817
6 SC-8 Scintillation Counters (6)	"	3,030	2,272		758
1 Air Compressor	"	9,724	4,862	\$ 2,431	2,431
1 Cleveland Wagon Drill	1955	1,850	925	463	462
2 Babbal Geiger Counters	1956	714	178	178	358
1 SAB-7A Scintillation Counter	"	5,828	1,457	1,457	2,914
1 SP-176 Probe	"	186	46	47	93
1 Model TL-11D Tracto Loader	"	10,016	2,504	2,504	5,008
1 Model HD-6G Tracto shovel	"	14,426	3,606	3,606	7,214
1 Babbal Deep Hole Probe	"	186	46	47	93
1 Shuttle Car	"	3,800	950	950	1,900
1 Pacific Slushmaster Scraper	"	877	219	220	438
1 Lowe's Shaker Hot Plate	"	442	110	112	220
1 Super Mining Service Cable	"	2,424	606	606	1,212
Office Furniture for Bunkhouse	1952	534	401	-	133
1 HA 115 Freezer	1953	367	275	-	92
1 LF 115 Refrigerator	"	360	270	-	90
1 Exhaust Fan	"	120	90	-	30
1 Car Body on leased land	1954	150	113	-	37
1 Water Well Pump & Motor	1955	984	492	246	246
1 Shop Building 24'x30' on leased land	1954	5,316	3,987	-	1,329
" " floor 24'x30' on leased land	1956	1,785	446	447	892
1 Power Plant Bldg., 16'x18' on leased land	"	812	203	203	406
1 Diesel Electric Generator	"	12,750	3,187	3,188	6,375
1 " " Transformer & control panels	"	3,822	955	955	1,912
1 Ingersoll Rand Electric hoist	1957	2,770	-	692	2,078
1 Electric Blower - Airvane	"	720	-	180	540
1 Electric Drill	"	842	-	210	632
2 Jeffrey Aerodyne Blowers	"	1,468	-	367	1,101
1 Shuttle Car	"	4,575	-	1,144	3,431
1 " "	"	4,575	-	1,144	3,431
1 Impact Wrench	"	202	-	51	151
1 Pump Hose & Motor	"	236	-	59	177
2 Jackhammer and Jacklegs	"	1,500	-	375	1,125
1 6-unit automatic charger +6-49'er Wheat Lamps	"	308	-	77	231
1 Berkeley Utility Sealer	"	424	-	106	318
TOTALS		\$ 183,770	\$ 92,434	\$ 22,065	\$ 69,271

GROSS INCOME FROM PRODUCTIVE MINES
(Year Ending Dec. 31, 19 __)

Companies that do not smelt and convert their own ores should report the gross metal contents or Products Sold and Metal Stocks LESS any deductions made therefrom by the purchaser for slag and other treatment losses.

The "Average Gross Price Received" for Products Sold should be the gross quotations used in making settlement, WITHOUT ANY DEDUCTIONS. Any deductions made FROM THE QUOTATION by the purchaser should be considered as part of the treatment charges and included under EXPENDITURES on Schedule No. 10-M. Any payments made for Iron, Lime Sulphur and like constituents should be considered as a credit to the treatment charges, and should be deducted from such charges on the Expenditures Schedule No.

Use back of this sheet for Explanations and Remarks.

PRODUCTS SOLD

CLASS:	TOT. PRODUCTS SOLD	Less Est. Recovery from Custom Material Treated	PRODUCTS SOLD: RESPONDENT'S MINES	AVERAGE GROSS PRICE REC'D.	GROSS VALUE OF PRODUCTS SOLD
Gold Ozs.					
Silver Ozs.					
Copper Lbs.					
Lead Lbs.					
Zinc Lbs.					
Fluxes:					
	(Containing no precious or semi-precious metals)				
TOTAL					

Under Explanations and Remarks, explain fully method used in estimating Recovery from Custom Material Treated.

METAL STOCKS

On Hand, In Process, In Transit and Unsold
(Excluding Custom Material)

JANUARY 1, 19 ____

CLASS:	DRY TONS:	ESTIMATED RECOVERY				ACTUAL VALUE
		GOLD OZS.	SILVER OZS.	COPPER LBS.	LEAD LBS.	
Ore:						
Concentrates:						
Bullion:						
Material in Process:						
TOTAL						

DECEMBER 31, 19 ____

CLASS:	DRY TONS:	ESTIMATED RECOVERY				ACTUAL VALUE
		GOLD OZS.	SILVER OZS.	COPPER LBS.	LEAD LBS.	
Ore:						
Concentrates:						
Bullion:						
Material in Process:						
TOTAL						

INCREASE OR DECREASE IN ABOVE METAL STOCKS FOR THE YEAR:

NOTICE: Under Explanations and Remarks explain fully the Method used in arriving at the Actual Value of each item comprising the above Metal Stocks.

COMPANY

SUMMARY OF INCOME AND EXPENDITURES OF PRODUCTIVE MINES OF RESPONDENT

The net income shown on this schedule is for the producing mines of Respondent only.

Every expenditure item shown on this schedule must be detailed in full on additional schedules. Use schedules and show names of company reporting and schedule number, marking subsequent schedules A, B, C, D, etc., on lower right hand corner of each sheet, and insert such additional numbers in the "Oath" Detail ALL Expenditures, then deduct expenditures disallowed on Schedule 12, before entering on this schedule.

Items should not be bunched on schedules showing detail of expenditures, and all large "Miscellaneous Expense" accounts must be segregated and the nature of the items making up same fully explained.

Use back of this sheet for Explanations and Remarks.

GROSS INCOME:	
Gross Value of Products Sold, Excluding Custom (Schedule 9)_____	
Increase OR Decrease in value of Metal Stocks (Schedule 9)_____	
TOTAL GROSS INCOME FROM PRODUCTIVE MINES _____	
EXPENDITURES:	
AS DETAILED IN FULL ON SCHEDULES FOLLOWING	

SUMMARY OF ACCOUNTS:	TOTAL EXPENDITURES	COST OF TREATING CUSTOM MATERIAL	NET EXPENDITURES:
Exploration_____			
Development_____			
Extraction_____			
Transportation of Ore_____			
(Cost per Wet Ton Mile:)_____			
Milling_____			
Transportation of Concentrates_____			
(Cost per Wet Ton Mile:)_____			
Smelting_____			
Converting_____			
Transportation of Bullion_____			
Refining Bullion_____			
Cost (Paid Shipper) of Custom Material Treated_____			
TOTAL EXPENDITURES			
NET INCOME FROM PRODUCTIVE MINES			\$ 314,884.92

NOTICE: Under Explanations and Remarks on back of this sheet explain fully method used in arriving at Cost of Treating Custom Material.

HAYSTACK MOUNTAIN DEVELOPMENT COMPANY COMPANY

Schedule No. 10-M

GENERAL BALANCE SHEET
(As of Dec. 31, 19.....)

Supply the information required exactly as called for. The blank spaces under Assets and Liabilities may be used for inserting special accounts not covered by the form. The Total Assets and Liabilities must check, and the Balance Sheet in general should agree with the Balance Sheet furnished your Officers, Directors and Stockholders as of December 31st, except as to arrangement and segregation of items.

ASSETS:		
Property—Original Investment: (Date Purchased: _____)		
Mining Claims (No. of Claims: _____)		
Equipment and Improvements of Mines _____		
Real Estate—Industrial, and Mill Sites _____		
Reduction Plant _____		
All Other Real Estate and Improvements thereon* _____		
Property—Acquired since Original Investment: _____		
Mining Claims (No. of Claims: _____)		
Development of Mines (Not absorbed in Expenses) _____		
Equipment and Improvements of Mines _____		
Real Estate—Industrial, and Mill Sites _____		
Reduction Plant _____		
All Other Real Estate and Improvements thereon* _____		
Investments _____		
Metal Stocks _____		
Custom Ores, Concentrates, etc., on Hand Untreated _____		
Material and Supplies, for Mine, Mill and Smelter, per Inventory _____		
Store Merchandise, per Inventory _____		
Furniture and Fixtures (Household, Office, etc.) _____		
Livestock, Wagons, and Motor Vehicles _____		
Cash, Bills Receivable and Accounts Receivable _____		
Prepaid Insurance and Other Expenses _____		
TOTAL ASSETS _____		
LIABILITIES		
Capital Stock—Outstanding _____		
Bonds—Outstanding _____		
Reserve for Depreciation—Mine Orebodies _____		
Reserve for Depreciation—Mine Orebodies _____		
Reserve for Depreciation—All Other _____		
Bills Payable and Accounts Payable _____		
Surplus (Earned) _____		
TOTAL LIABILITIES _____		

*Including Surface Value of Claims and Mill Sites when used for purposes other than Mining.

COMPANY

Schedule No. 11-M

**RECONCILEMENT OF NET INCOME FROM PRODUCTIVE MINES WITH
EARNED SURPLUS SHOWN ON GENERAL BALANCE SHEET**

Net Income from Productive Mines, per Schedule 10-M		
Add: Income from Other Sources:		
All Interest Received		
Income from Investment		
Net Profit on Custom Material Treated		
Net Profit on Merchandise Sold		
Rentals		
Telephones		
Water and Lights		
TOTAL INCOME		
DEDUCT: Expenditures Disallowed and NOT TO BE INCLUDED IN EXPENDITURES SHOWN ON SCHEDULE 10-M		
All Interest Paid (Including Interest paid on advance a-c Bul- lion Shipments)		
New Construction, New Equipment, Addition, Improvements, etc., Charged by Respondent to Operating Expenses (These items should be listed in detail on Schedule 7-M or 8-M)		
Depreciation of Mine Orebodies		
All Other Depreciation		
All Expenditures (including proportion of Administrative expense, Taxes, etc.) properly chargeable to "Income from Other Sources" (shown above): (List below showing expense chargeable to each item of income)		
TOTAL EXPENDITURES		
Entire net Income of Respondent		
Less: Dividends Paid During Year		
Earned Surplus for Year		
Earned Surplus—Balance brought forward from Previous Year		
TOTAL EARNED SURPLUS DECEMBER 31, 19___, PER GENERAL BALANCE SHEET		

NOTICE: Explain fully, under Explanations and Remarks on back of this sheet, your method of charging Depreciation.

COMPANY

Schedule No. 12-M

METALLURGICAL DATA

DRY TONS OF	CUSTOM MATERIAL	RESPONDENT'S ORE	RESPONDENT'S CONCENTRATES	COPPER BLISTER
In Stock, in Transit and Unsold Jan. 1, 19.....				
Received, Extracted and Produced During Yr.....				
Total.....				
Less: Milled During Year.....				
Smelted During Year.....				
Sold During Year.....				
Sold During Year.....				
Total Deductions.....				
In Stock, in Transit and Unsold Dec. 1, 19.....				

NOTICE: Detail all Custom Material Received during the Year on Form Provided

ESTIMATED ORE RESERVES IN MINES, DEC. 31, 19.....

CLASSIFICATION	ORE PROSPECTIVE	ORE DEVELOPED	ORE BROBEN
Dry Tons.....			
Gold Ozs.....			
Silver Ozs.....			
Copper %.....			
Lead %.....			
Zinc %.....			
Gross Value—per Ton (Use same quotations as for Products Sold).....			
Metal Losses—per Ton.....			
Recovery Value—per Ton.....			
Treatment, etc.,—per Ton.....			
Net Value—per Ton.....			
TOTAL NET VALUE—Entire Tonnage.....			

State period (give dates) property was NOT operated during the year 19.....

NOTICE: Reports of Geologists and Mining Engineers may be returned with this Statement, if Respondent so desires.

EXPLANATIONS AND REMARKS:

COMPANY

(During Year Ending Dec. 31, 19

Indicate by an asterisk (*) after the name when freight was prepaid by shipper.

NAME OF SHIPPER:	P. O. ADDRESS:	DRY TONS:	PAID SHIPPER:
TOTAL-----			

_____ COMPANY

Schedule No. 14-M

Newmont-Haystack 104(e) Response
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